

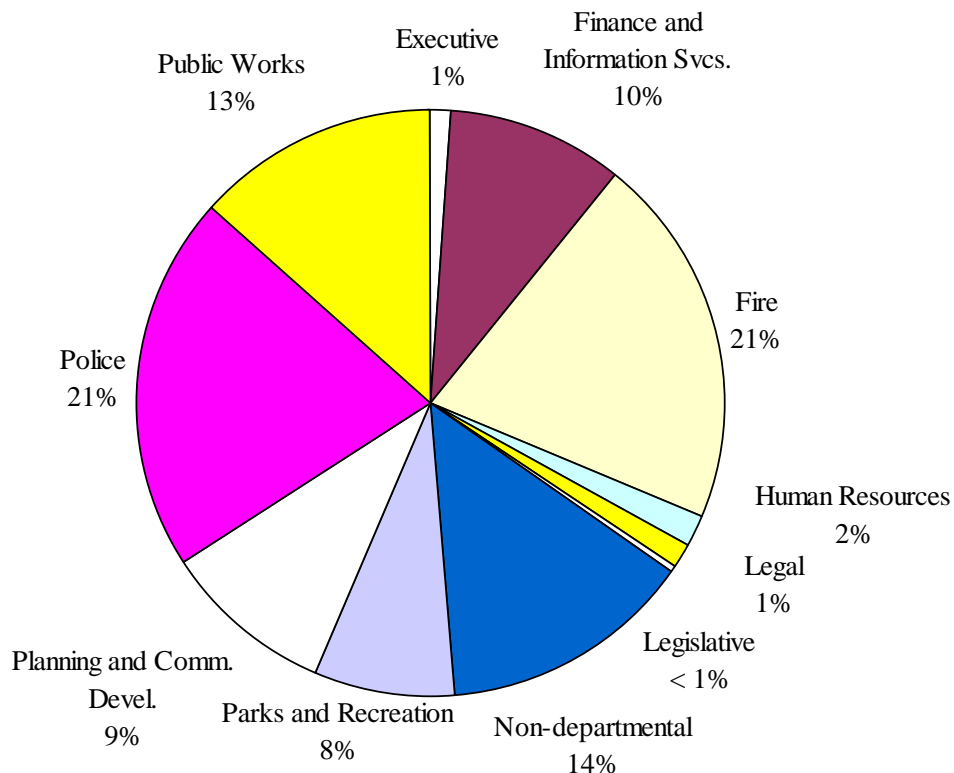
SUMMARY OF GENERAL FUND EXPENDITURES

2005-2006 Budget

	2001-2002 Actual	2003-2004 Budget	2003-2004 Estimate	2005-2006 Budget
Total Expenditures	\$105,095,677	\$106,671,576	\$102,072,480	\$110,378,381
FTEs	429.99	419.74	419.74	413.06

Summary of budget changes by Department

Department	2003-2004 Budget	2005-2006 Budget	Difference	Percent Change
Executive	\$1,001,954	\$1,071,697	\$69,743	7.0%
Finance and Information Svcs.	10,163,274	10,942,191	778,917	7.7%
Fire	23,129,266	22,571,039	(558,227)	(2.4%)
Human Resources	1,740,336	1,803,925	63,589	3.7%
Legal	1,365,084	1,378,875	13,791	1.0%
Legislative	314,856	324,632	9,776	3.1%
Non-departmental	12,221,375	15,774,211	3,552,836	29.1%
Parks and Recreation	9,092,185	8,466,499	(625,686)	(6.9%)
Planning and Comm. Devel.	10,905,727	10,440,698	(465,029)	(4.3%)
Police	20,595,988	22,778,522	2,182,534	10.6%
Public Works	16,141,531	14,826,092	(1,315,439)	(8.1%)
Total	\$106,671,576	\$110,378,381	\$3,706,805	3.5%



**EXPLANATION OF PROGRAM INCREASES AND DECREASES
INCLUDED IN THE 2005-2006 BIENNIAL BUDGET:**

	<u>Amount</u>	<u>FTEs</u>
2003-04 Operating Budget	\$106,671,576	419.74
<u>Changes included in the base budget</u>		
Elimination of one-time costs	(\$1,796,124)	
Salary and Benefit Adjustments	2,728,928	
PERS/LEOFF rate increase contingency	1,031,329	
Information Technology transfer adjustment	875,145	
Increased utility costs	233,270	
Radio and communication increases	214,232	
3% Technology Surcharge carryover	210,541	
2005-06 3% technology surcharge projects	101,984	
Jail contract increases	111,409	
Legal cost increases for labor negotiations	132,000	
Community Events	215,000	
Fire Department dispatch cost increases	80,000	
Financial operations contract cost increases	68,238	
Special Elections	55,000	
Vacation/Severance Contingency	55,000	
Unemployment Insurance	50,000	
Focus on Redmond	42,000	
Citywide learning program	25,000	
Fleet/Other Adjustments	110,784	
Increase Arts Activity transfer per capita from \$1.25 to \$1.50	23,500	
Increase Affordable Housing transfer to CIP	100,000	
Total - Adjustments included in base budget	<u>\$4,667,236</u>	
<u>Departmental Program reductions</u>		
Executive	(\$5,040)	
Finance	(302,346)	0.20
Legal	(34,000)	
Parks	(110,002)	(0.30)
Planning	(375,478)	(2.00)
Public Works	(983,565)	(4.58)
Total - Departmental program reductions	<u>(\$1,810,431)</u>	<u>(6.68)</u>

	<u>Amount</u>	<u>FTEs</u>
<u>New Programs</u>		
Citywide Records Management System	\$500,000	
New City Hall Lease Payment	350,000	
Total - Departmental program increases	<u>\$850,000</u>	
Total Departmental Program Reductions and Increases	(\$960,431)	(6.68)
2005-06 Operating Budget	<u>\$110,378,381</u>	<u>413.06</u>

CHANGES TO THE 2005-2006 BASE OPERATING BUDGET

Departmental Program Reductions: -\$1,810,431

Executive Department: -\$5,040

Non-salary and benefits line items are reduced by 6% or \$5,040. This reduction will decrease the Mayor's budget for daily operating expenditures, such as office supplies, small tools, legal, postage, and other miscellaneous expenses. See General Fund, Executive Department for further detail on these reductions.

Finance and Information Services Department: -\$302,346

This item reflects operational cost reductions within the Finance and Information Services Department. See General Fund, Finance and Information Services Department and Information Technology Fund for more information. Please note that the increase in the FTEs within the department is not a new FTE but is the result of shifting hours between Risk Management and Fixed Assets to better address the priorities and workload of the department.

Legal Department: -\$34,000

Funding for civil legal costs is reduced to reflect actual costs. See General Fund, Legal Department for further details.

Parks: -\$110,002

This item reflects operational cost reductions in the Parks Department. See General Fund, Parks Department for more information.

Planning Department: -\$375,478; -2.0FTEs

The Planning Department reductions reflect the elimination of two positions in the Building Division, both of which are currently vacant, and a reduction to the Department's administrative operating costs such as legal, phones, postage. See General Fund, Planning Department for further details of these reductions.

Public Works Department: -\$983,565; -4.58FTEs

Reductions within the Public Works Department budget were achieved primarily by re-distributing costs from the General Fund to the Utilities to better reflect how time and resources are being used, eliminating one Construction Inspector due to lowered development activity in the City; and reducing administrative support as a result of the Department's co-location into the new City Hall. See General Fund, Public Works Department for more detailed information regarding these reductions.

New Programs: \$850,000Citywide Records Management System: \$500,000

A key difference between the current City Hall and the new City Hall is the reduction in the amount of storage space that will be available to staff both in their individual offices and in common storage areas. As a result, the City must establish a centralized methodology for electronically storing and managing its written documents. This proposal addresses this need by funding a citywide records management system. The total project cost is approximately \$1.3 million and is shared as follows: General Fund (\$500,000), General Government CIP (\$589,831), Water/Wastewater Utility (\$133,754), Stormwater Management Utility (\$98,986), and Solid Waste/Recycling (\$5,743).

Additional funding for New City Hall: \$350,000

Reflects the General Fund's share of the additional funding required for the new City Hall per the conceptual funding plan. This is over and above the amount of \$622,930 already included in the budget for current leases and maintenance of existing buildings. The first payment for City Hall will begin in 2006 and is estimated at \$3.2 million including debt service, maintenance and operations costs, and management fees. Funding for the new City Hall will be provided by the following sources: General Fund, \$972,930; Council CIP Contingency, \$350,000; existing cash, \$1.4 million; Water/Wastewater, \$207,650; UPD Fund, \$21,630; Stormwater, \$186,920; and Solid Waste/Recycling, \$30,097.